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June 29, 1978

Mr. Cleon B. Feight, Director Division of Oil, Gas and Mining 1588 West North Temple Salt Lake City, UT 84116

Attn: Sharee Wilcox

Re: Cause No. 114-2

Dear Mr. Feight:

Enclosed is the proposed Order in Cause No. 114-2 pursuant to the decision of the Board of Oil, Gas and Mining at its hearing on June 21, 1978.

I would appreciate receiving a copy of the Order when it has been signed by the Board members. Please call me if you have any suggested changes or other comments.

Yours very truly,

Robert G. Pruitt, Jr.

RGP:me Enclosure cc Patricia A. Moore, Esq.



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BEFORE THE BOARD OF OIL, GAS AND MINING OF THE STATE OF UTAH

In the matter of the Application of SUN OIL COMPANY, for an Order Permitting a Substitute Well within the 640-Acre Drilling and Spacing Unit in the Green River Formation in Uintah County, Utah.

Cause No. 114-2

ORDER

Pursuant to the Application of Sun Oil Company, by and through its attorney, Robert G. Pruitt, Jr., of Pruitt & Gushee, Cause No. 114-2 came on for hearing before the Board of Oil and Gas Conservation, Department of Natural Resources of the State of Utah, at 9:00 a.m., on June 21, 1978, in the Executive Conference Room of the Holiday Inn, 1659 West North Temple, Salt Lake City, Utah. The following Board Members were present:

- I. Daniel Stewart, Esq., Chairman, Presiding John L. Bell, Board Member
- C. Ray Juvelin, Board Member

Appearing for the Applicant:

Robert G. Pruitt, Jr., Esq.

Jack DeLong

Patricia A. Moore, Esq.

NOW THEREFORE, the Board having considered the testimony adduced and the exhibits received at said Hearing and being fully advised in the premises, now makes and enters the following:

FINDINGS

- 1. That due and regular notice of the time, place and purpose of the Hearing of Cause No. 114-2 was given to all interested parties in the form and manner and within the period required by the laws of the State of Utah and the rules and regulations of this Board.
- 2. That this Board has jurisdiction over the matters covered by said Notice and over all parties interest therein and

has jurisdiction to make and promulgate the orders hereinafter set forth.

3. That on June 15, 1965, this Board entered an Order in Cause No. 114-1 which established 640-acre drilling and spacing units for the Green River formation for gas wells drilled upon the following described lands:

Township 7 South, Range 24 East, SLM

Section 25 Section 36

Township 8 South, Range 24 East, SLM

Section 1

Township 7 South, Range 25 East, SLM

Section 30 Section 31

Township 8 South, Range 25 East, SLM

Section 6

- 4. That said Order designated the quarter-quarter sections contiguous to the center of each surveyed section as being the permitted well location for said section, and further provided that no well should be located closer than 1,820 feet from the boundary of the Red Wash Unit Area, where that boundary joins the western boundary of the spaced area.
- 5. That on July 20, 1965, the Sunray DX Oil Company completed the Utah Federal D-2 well in the NE\s\S\% of Section 25, Township 7 South, Range 24 East, as a gas well producing from the Green River formation from a total depth of 5,054 feet.
- 6. That said Utah Federal D-2 Well is depleted and no longer capable of economic gas production.
- 7. That Applicant desires to drill a replacement well to the Green River formation in the NW\(\frac{1}{2}\)NW\(\frac{1}{2}\) of said Section 25 within the same 640-acre drilling and spacing unit designated for Section 25, at the location calculated to best penetrate gas pro-

ducing zones believed to underlie said Section 25 and which are not yet drained of produceable gas by the Utah Federal D-2 Well.

8. That due to a multiplicity of sands encountered on a vertical basis and due to a lack of continuity of these sands, that the above well is necessary to significantly increase the ultimate recovery of gas in this area.

NOW, THEREFORE, IT IS ORDERED THAT:

The Division of Oil and Gas Conservation grants the Application of Sun Oil Company and authorizes Applicant to drill a replacement gas well in the NW\(\) NW\(\) of Section 25, Township 7 South, Range 24 East, SLM, for the purpose of producing gas from the Green River formation within said Section 25, and on condition that the Utah Federal D-2 Well is plugged and abandoned prior to production of gas from the replacement well.

ENTERED AND EFFECTIVE this 21st day of June, 1978.

BOARD OF OIL AND GAS CONSERVATION OF THE STATE OF UTAH

T Daniel Stewart, Chairman

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C. Ray Juve'lin, Board Member